




State of Louisiana
DEPARTMENT OF NATURAL RESOURCES
OFFICE OF MINERAL RESOURCES
STATE MINERAL AND ENERGY BOARD

TO: STATE MINERAL AND ENERGY BOARD MEMBERS

FROM: FREDERICK D. HECK 
PETROLEUM LANDS DIRECTOR
OFFICE OF MINERAL RESOURCES

DATE: MARCH 13, 2013

LEGAL AND TITLE CONTROVERSY COMMITTEE AGENDA

The regular meeting of the Legal and Title Controversy Committee of the State Mineral and Energy Board will be held on March 13, 2013, following the Audit Committee Meeting, in the LaBelle Room, First Floor, LaSalle Building located at 617 North Third Street, Baton Rouge, Louisiana.

Items on the Agenda are as follows:

1. A request for final approval of a Lease Amendment by and between the State of Louisiana, through the State Mineral and Energy Board, Hilcorp Energy I, L.P., Goodrich Oil Company, MWE Energy, Inc. and Ridge Exploration, Inc., whereas said parties desire to amend said leases to include a Force Majeure Provision and other required clauses, affecting State Lease No. 3258, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument, on the docket as Item No. 13-9.
2. A request for final approval of a Lease Amendment by and between the State of Louisiana, through the State Mineral and Energy Board, Hilcorp Energy I, L.P., Goodrich Oil Company, MWE Energy, Inc. and Ridge Exploration, Inc., whereas said parties desire to amend said leases to include a Force Majeure Provision and other required clauses, affecting State Lease No. 3599, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument, on the docket as Item No. 13-10.

3. A request for final approval of an Amendment to that certain Operating Agreement "A0320" dated January 11, 2012, by and between the State of Louisiana and Fortis Exploration, LLC, as successor in title to XPLORE Energy Operating Company, whereas said parties desire to amend the description of the Agreement to contain a total of 72.86 acres, Lafourche Parish, Louisiana, with further particulars being stipulated in the instrument, on the docket as Item No. 13-12.
4. A request by Staff to rescind the following assignments from Chesapeake Louisiana, L.P. that were approved in error on the February 13, 2013 Docket:

- (a) An Assignment from Chesapeake Louisiana, L.P. to Larchmont Resources, L.L.C., an undivided 2.5% working interest in the land to State Lease No. 20234, Bienville Parish, Louisiana, with further particulars being stipulated in the instrument.

Larchmont Resource, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

- (b) An Assignment from Chesapeake Louisiana, L.P. to PXP Louisiana L.L.C., an undivided 20% of Assignor's right, title and interest in the land to State Lease Nos. 20234 and 20273, Bienville and Bossier Parishes, Louisiana, with further particulars being stipulated in the instrument.

PXP Louisiana, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

- (c) An Assignment from Chesapeake Louisiana, L.P. to Jamestown Resources, L.L.C., an undivided 2.5% working interest in the land to State Lease No. 20273, Bienville and Bossier Parishes, Louisiana, with further particulars being stipulated in the instrument.

Jamestown Resources, L.L.C. is designated as the joint account Lessee (contact person) pursuant to State Mineral and Energy Board Resolution dated September 10, 1975.

5. A request by PetroGulf Corporation for the waiver of all or a portion of the liquidated damage assessment levied on the late releases of the following state leases:
 - (a) State Lease No. 19698 in the amount of \$30,400.00, St. Mary Parish, Louisiana; and
 - (b) State Lease No. 19359 in the amount of \$30,300.00, St. Mary Parish, Louisiana.
6. A request by Staff for authority and ratification of staff actions taken thus far to make demand, by written notice, on Zenergy, Inc., in connection with Exclusive Geophysical Agreement #2 20110801, (EGA), for failure and refusal of Zenergy, Inc., to comply with its obligations under Article 6 and 8 of the EGA, namely for failure to make operational reports to the Office of Mineral Resources and to secure the full and complete acquisition of data under the programs contemplated. These failures have placed Zenergy, Inc. in default and it is now liable to the Louisiana Mineral and Energy Board for damages in the amount of One Hundred Thirty Seven Thousand, One Hundred Seventy Four and No/100 Dollars (\$137,174.00).

The Committee may discuss other matters as it desires pursuant to La. R.S. 42:7(A)(1)(b)(ii), including matters which may validly be held in executive session pursuant to La. R. S. 42:6, especially 42:6(1)(A)(2)&(6).